

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1957 – SB 2324

February 18, 2014

SUMMARY OF ORIGINAL BILL: Makes numerous administrative changes to existing law related to the Tennessee Consolidated Retirement System (TCRS), including but not limited to, the authorization to offer comingled fund investment options; the establishment of administrative and investment committees of the TCRS Board of Trustees; the deletion of law enabling TCRS participation for certain quasi-governmental entities that have never joined TCRS; the deletion of a requirement that political subdivisions must provide social security coverage as a condition of TCRS participation; and updating language in current law referring to the Tennessee Association of County Mayors, rather than the former name that was the Tennessee Association of County Executives.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (012440): Adds language to the original bill that requires political subdivisions participating in TCRS, but not providing social security coverage, to have verification from TCRS that any alternative coverage meets applicable federal law, rules, and regulations to qualify as a social security replacement plan.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

- According to TCRS, this bill as amended will not result in any additional pension fund liability.
- According to TCRS, this bill as amended will have no fiscal impact on the pension fund.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/cce